

RISK REDUCTION FUND

	Actual FY 2008-09	Adopted FY 2009-10	Estimated FY 2009-10	Proposed FY 2010-11	Change
Revenues					
Interest Income	\$ 72,559	\$ 266,056	\$ 171,457	\$ 172,337	-35.2%
Charges for Current Services	6,618,561	6,742,720	4,771,432	4,742,720	-29.7%
Appropriation from Fund Balance	-	-	-	-	0.0%
Total Revenues	\$ 6,691,120	\$ 7,008,776	\$ 4,942,889	\$ 4,915,057	-29.9%
Appropriations					
Operating	\$ 3,562,799	\$ 7,008,776	\$ 4,835,174	\$ 4,915,057	-29.9%
Transfer to Fund Balance	3,128,321	-	107,715	-	0.0%
Total Appropriations	\$ 6,691,120	\$ 7,008,776	\$ 4,942,889	\$ 4,915,057	-29.9%

FUND DESCRIPTION

The Risk Reduction Fund is established to provide a source of funds for payment of the City's uninsured legal liabilities, including risks such as workers' compensation, automobiles, general operations and professional activities. Claim settlements, actuarial expenses, legal fees, administrative expenses and other professional services required for claim disposition are paid from this fund.

The Risk Reduction Fund is an internal service fund and is appropriated by a resolution rather than in the City's operating budget ordinance.

REVENUE DESCRIPTIONS

Interest Income – Income earned through the commitment of City funds to investment instruments.

Charges for Current Services – Each operating fund pays a charge for the provision of risk services.

EXPENDITURE DESCRIPTIONS

Operating – This line includes claims payments for workers compensation, general liability cases and professional services.

Transfer to Fund Balance – Revenues kept in fund balance for use to pay for future operating.